August 29, 2002

Mary L. Cottrell, Secretary Department of Telecommunications and Energy One South Station, 2<sup>nd</sup> Floor Boston, MA 02110

Re: NSTAR Gas Company, D.T.E. 01-26

Dear Secretary Cottrell:

On behalf of NSTAR Gas Company (the "Company"), I am pleased to enclose for filing with the Department of Telecommunications and Energy (the "Department") the Company's Interim Energy Efficiency Status Report pursuant to section II.F of the Settlement Agreement in the above-referenced proceeding that was approved by the Department on September 27, 2001. The Status Report covers the period May 1, 2001 through July 31, 2002. Should you have any questions or comments regarding this report, please do not hesitate to contact me directly at (781) 441-8701.

Sincerely yours,

Lisa M. Carloni Director, Energy Efficiency

Enclosure

cc: John Geary, DTE
Robert Hayden, DTE
Bruce Ledgerwood, DOER
Jerrold Oppenheim, LEAN
Andreas Thanos, DTE
Steven Venezia, DOER
George Yiankos, DTE